



HOUSE COMMITTEE ON APPROPRIATIONS

FY 10-11
Executive Budget

Louisiana Workforce Commission



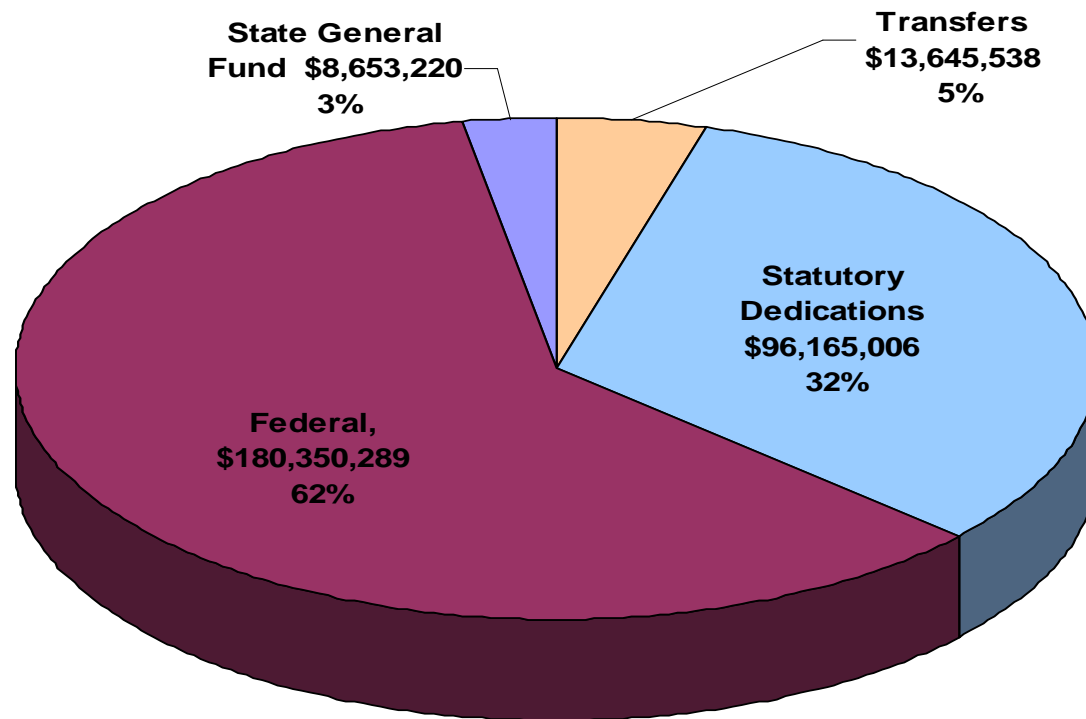
Executive Budget Recommendation

- Non recurred most ARRA funding
- Transferred Louisiana Rehabilitation Services from the Department of Social Services to the Louisiana Workforce Commission



Executive Budget Recommendation

- FY 10-11 Executive Budget Recommendation is \$298.8 million.





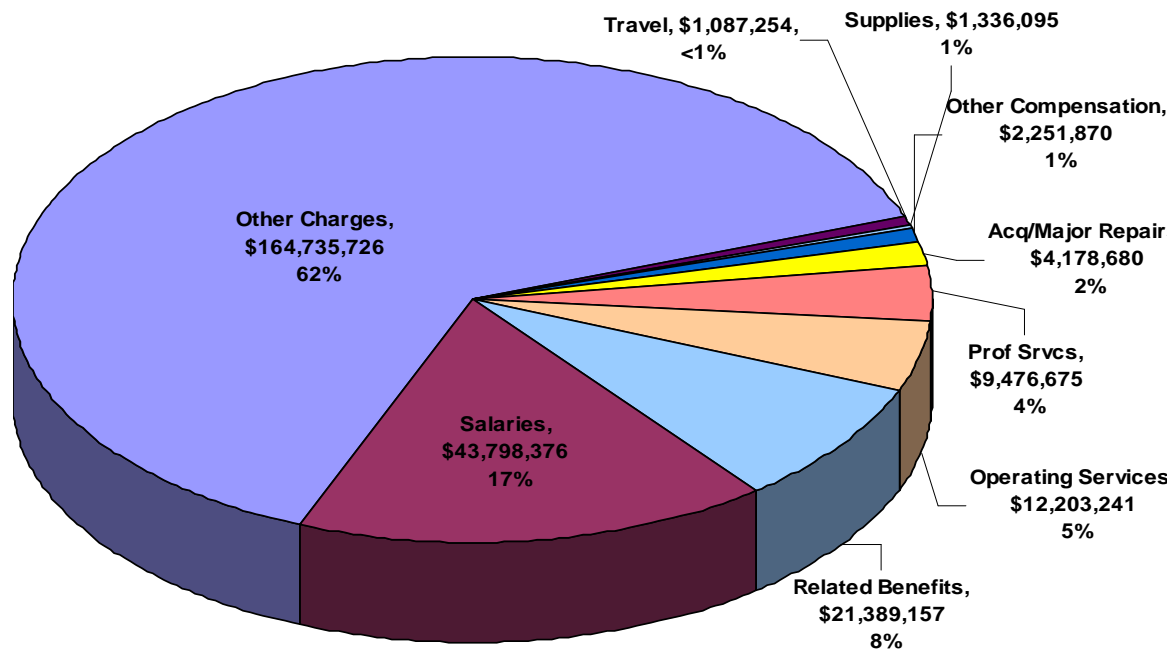
Executive Budget Recommendation

Louisiana Workforce Commission					
Means of Finance	FY 08-09 Actual	FY 09-10 Existing Operating Budget 12/1/09	FY 10-11 Executive Budget Recommended	Change from FY09-10 to FY10-11	Percent Change
State General Fund	\$1,624,559	\$1,818,783	\$8,653,220	\$6,834,437	375.8%
Interagency Transfers	\$15,214,031	\$17,276,860	\$13,645,538	(\$3,631,322)	-21.0%
Fees and Self-Gen Rev	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$101,088,896	\$113,090,550	\$96,165,006	(\$16,925,544)	-15.0%
Federal Funds	\$148,601,049	\$196,517,033	\$180,350,289	(\$16,166,744)	-8.2%
TOTAL	\$266,528,535	\$328,703,226	\$298,814,053	(\$29,889,173)	-9.1%
Authorized Positions	1,063	928	1,219	291	31.4%



Executive Budget Recommendation

- FY 10-11 Executive Budget Recommendation by expenditures in percent form.





Executive Budget Recommendation

Louisiana Workforce Commission Expenditure Comparison					
Expenditures	FY 08-09 Actual	FY 09-10 Existing Operating Budget 2/1/09	FY 10-11 Executive Budget Recommendation	Change from FY 09-10 to FY 10-11	Percent Change
Salaries	\$40,632,193	\$43,502,818	\$57,490,083	\$13,987,265	32.2%
Other Compensation	\$1,883,172	\$2,251,870	\$2,337,836	\$85,966	3.8%
Related Benefits	\$16,615,475	\$21,265,023	\$28,534,223	\$7,269,200	34.2%
Travel	\$820,758	\$1,087,254	\$1,287,375	\$200,121	18.4%
Operating Services	\$11,188,808	\$12,203,241	\$13,013,676	\$810,435	6.6%
Supplies	\$684,708	\$1,336,095	\$1,430,037	\$93,942	7.0%
Prof Svcs	\$8,458,556	\$9,476,675	\$11,174,084	\$1,697,409	17.9%
Other Charges	\$183,177,719	\$232,760,878	\$181,810,939	(\$50,949,939)	-21.9%
Acq/Major Repairs	\$3,067,146	\$4,399,680	\$1,735,800	(\$2,663,880)	-60.5%
Unallotted	\$0	\$419,692	\$0	(\$419,692)	-100.0%
TOTAL EXP	\$266,528,535	\$328,703,226	\$298,814,053	(\$29,889,173)	-9.1%



Executive Budget Recommendation

- Discretionary vs Non-Discretionary

Expenditures	FY 10-11 Exe Bud Recommendation	Percent
Discretionary	\$291,439,768	97.5%
Non-Discretionary	\$7,374,285	2.5%
TOTAL	\$298,814,053	100.0%

- The non-discretionary funds consist of retiree's group insurance.



Significant Budget Adjustments

(\$37 million)	Non-recur carryforwards (\$1.8 million SGF, \$178,235 SD, \$35 million FED).
(\$30.5 million) FED	Non-recur one-time funding of the American Recovery and Reinvestment Act (ARRA).
(\$18.2 million) SD	Decreases budget authority to reflect revenues and expenditures that will be generated.
(\$4.2 million)	Non-recur acquisitions and major repairs (\$261,390 SD, \$3.9 million FED).
(\$3.5 million) IAT	Non-recur budget authority for Community Development Block Grants (CDBG).
(\$500,000)	Decreases funding for personnel reductions, salary base adjustment, attrition adjustment and state employee retirement rate adjustment.



Significant Budget Adjustments

\$61.4 million Transfer-in of funding and 325 positions from the from the Department of Social Services (\$8.6 million SGF, \$10,000 IAT, \$1.3 million SD, \$51.4 million FED).

\$1.7 million Provides funding for acquisitions and major repairs (\$1,632 IAT, \$490,000 SD, \$1.2 million FED).

\$1.3 million FED Provides funding for the Louisiana Claims and Tax System (LaCATS).



Salaries and Positions

- \$59.8 million for Salaries and Other Compensation and \$28.5 million for Related Benefits. Total Personal Services = \$88.4 million, 29.6% of the total Executive Budget Recommendation.
- 1219 Total Positions (1200 classified and 19 unclassified)
- This is an increase of 291 positions over the existing operating budget.
- Average salary for the department \approx \$47,000
- Currently the department has 87 vacancies



Statutory Dedications

LOUISIANA WORKFORCE COMMISSION Statutory Dedication Comparison					
Statutory Dedications	FY08-09 Actual Expenditures	FY 09-10 Existing Operating Budget 12/1/09	FY 10-11 Executive Budget	Change FY 09-10 to FY 10-11	Percent Change
Incumbent Worker Training Account	\$37,127,037	\$45,361,549	\$26,624,203	(\$18,737,346)	-41.3%
Employment Security Administration Account	\$3,303,036	\$4,650,872	\$5,044,157	\$393,285	8.5%
Penalty and Interest Account	\$1,991,191	\$2,375,136	\$2,298,620	(\$76,516)	-3.2%
Overcollections Fund	\$195,114	\$678,235	\$0	(\$678,235)	-100.0%
Louisiana Workers' Compensation 2nd Injury Board	\$46,129,991	\$46,306,804	\$46,340,514	\$33,710	0.1%
Blind Vendors Trust Fund	\$0	\$0	\$1,314,626	\$1,314,626	100.0%
Office of Workers' Comp Admin Fund	\$12,342,527	\$13,717,954	\$14,542,886	\$824,932	6.0%
TOTAL	\$101,088,896	\$113,090,550	\$96,165,006	-\$16,925,544	-15.0%



Major Statutory Dedications

- Incumbent Worker Training Account (R.S. 23:1514)
 - The fund is created in the Employment Security Administration Fund. Funds shall be used for the training for businesses operating in Louisiana that incur a state unemployment insurance tax liability.
 - The source of revenue is unemployment insurance social charge.
 - All monies unexpended or unencumbered at the end of the fiscal year shall remain in the fund.



Major Statutory Dedications

- Louisiana Workers' Compensation Second Injury Fund (R.S. 23:1371)
 - The source of revenue is from an annual assessment against insurance carriers and self-insured. The board may suspend or lower this assessment rate annually.
 - All remaining and unencumbered balances at the end of any fiscal year shall remain in the fund.



Budget Reductions

- The FY 09-10 budget reduction in accordance with Executive Order BJ 2009-21 is \$137,514 which represents less than 1% of the total budget and 7.6% of State General Fund.